

STATE CONTROLLER'S OFFICE  
PERSONNEL/PAYROLL SERVICES DIVISION  
P. O. BOX 942850  
Sacramento, CA 94250-5878

DATE: September 5, 2007

PAYROLL LETTER # 07-015

TO: All Agencies/Campuses in the Uniform State Payroll System

FROM: Don Scheppmann, Chief  
Personnel/Payroll Services DivisionRE: **2007/2008 RETIREMENT EMPLOYER CONTRIBUTIONS**

As a result of the delay in the passage/signing of the 2007/2008 Budget Act, the new Public Employees' Retirement System employer contribution rates were not implemented timely. As such, retirement contributions withheld from payments issue dated July 2 through August 31, 2007 were calculated using the 2006/2007 rates.

Our office will implement an interim "adjusted" rate for the payments issue dated September 5, 2007 through October 1, 2007. These rates will compensate for the differences in withholding of employer contributions during the months of July and August. The "adjusted" rates are as follows:

Miscellaneous-1 <sup>st</sup> Tier	15.905%
Miscellaneous-2 <sup>nd</sup> Tier	16.139%
State Industrial	16.313%
State Safety	17.917%
Highway Patrol	33.710%
Peace Officer/Firefighter	27.646%

For payrolls issue dated October 2, 2007 and thereafter, the employer rates in the 2007/2008 Budget Act will be used and are as follows:

Miscellaneous-1 <sup>st</sup> Tier	16.633%
Miscellaneous-2 <sup>nd</sup> Tier	16.565%
State Industrial	17.345%
State Safety	18.835%
Highway Patrol	32.212%
Peace Officer/Firefighter	25.552%

If you have any questions regarding this Payroll Letter, agencies should call Payroll Liaison at (916) 323-3081. Campuses should call CSU Payroll Liaison at (916) 322-7980.

DS:CJ:SACS